The Public Service Commission convened in the Commission Hearing Room, State Capitol, Bismarck, North Dakota, on June 9, 2004, 10:00 a.m. Present were Commissioners Clark, Wefald, and Cramer.

Minutes

Mr. Cramer: I move the minutes of May 26 and June 4, be approved.

Mrs. Wefald: I second the motion.

Roll Call: All voting "Aye."

Bills

Mr. Cramer: I move the following bills, as reviewed by the Commission, be approved and paid:

FedEx	17.41
University of North Dakota	1,971.15
North Dakota State University	9,253.40
SWCS	265.00
Larry L. Larson	43.55
Phyllis G. Richter	425.72
Richard Fillbrandt	327.43
Larry Reisenauer	267.57
Timothy A. Erdmann	576.96
Bruce Beechie	24.00
Mark Knell	117.45
William E. Dodd	52.59
Bruce A. Johnson	18.00
Guy Welch	30.00
Stephan A. Schroeder	79.25
David Bickel	27.19
Alan Moch	305.98
Bill Eide	743.37
JP Robbins	656.54
Leo D. Praus	200.29
Kevin Hanson	534.28
Thiem Drilling, Inc.	9,948.87
Spherion Corporation	439.20
The Jamestown Sun	87.04
Kevin Cramer	564.39
DOT	11,402.77
Facilities Management – postage	775.63
OMB	15,177.00
ITD – phone charges	1,385.45
Facilities Management – ups	7.72
Industrial Commission	389.23
Office of Administrative Hearing	209.16

Mrs. Wefald: I second the motion.

Case No. PU-04-272 Qwest Corporation Attorney Admission Misc. Case

Case No. PU-04-204 Montana-Dakota Utilities Co., a Division of MDU Ballantyne Oil, Tolley, ND Public Convenience & Necessity

Case No. PU-04-205 Montana-Dakota Utilities Co., a Division of MDU Renville Elevator Co., Tolley, ND Public Convenience & Necessity

Case No. PU-04-256 Montana-Dakota Utilities Co., a Division of MDU Cogeneration/Small Power Producer Rates

Policy Memorandums 20 and 22 to Mine Operators

Case No. AU-04-262 Bradley E. Knudson - Auctioneer License Application Mr. Cramer: I move that Melissa K. Thompson, a Colorado attorney, be given permission to appear before the Commission, and make filings on behalf of Qwest Corporation and its affiliates on an indefinite, forward-going bases; Case No. PU-04-272.

Mrs. Wefald: I second the motion.

Roll Call: All voting "Aye."

Mr. Cramer: I move the Commission adopt the Order issuing a Certificate of Public Convenience and Necessity authorizing Montana-Dakota Utilities Co. to extend electric service to Ballantyne Oil for an O. L. pump site near Tolley, North Dakota, Case No. PU-04-204.

Mrs. Wefald: I second the motion.

Roll Call: All voting "Aye."

Mr. Cramer: I move the Commission adopt the Order issuing a Certificate of Public Convenience and Necessity authorizing Montana-Dakota Utilities Co. to extend electric service to Renville Elevator Co. for a grain bin site near Tolley, North Dakota, Case No. PU-04-205.

Mrs. Wefald: I second the motion.

Roll Call: All voting "Aye."

Mr. Cramer: I move the Commission approve Montana-Dakota Utilities Co.'s Cogeneration/Small Power Producer rates, Case No. PU-04-256.

Mrs. Wefald: I second the motion.

Roll Call: All voting "Aye."

Mr. Cramer: I move the Commission adopt Policy Memorandum No. 22 to Mine Operators pertaining to the re-permitting of bond release lands and changes to Policy Memorandum No. 20 relating to variances from the 10-year revegetation liability period.

Mrs. Wefald: I second the motion.

Roll Call: All voting "Aye."

Mr. Cramer: I move the Commission approve the auctioneer license application for Bradley E. Knudson, Bottineau, North Dakota.

Mrs. Wefald: I second the motion.

Case No. AU-04-263 Knudson Auction & Clerking - Auction Clerk License Application

Case No. PU-04-83 Southwestern Bell Communications Services, Inc. Local Exchange Public Convenience & Necessity

Case No. PU-04-237 Midcontinent Communications vs. Polar Telecom, Inc./HTC Services, Inc. Complaint

Case No. GE-04-257
Prosper Farmers Co-operative Elevator
License No. 469 - Prosper, ND
Discontinue Business

Case No. GE-04-258 Chaffee-Lynchburg Farmers Elevator Durbin, ND Discontinue Business

Case No. GE-04-259 AGP, Grain, Ltd. License No. 873 - Casselton, ND Discontinue Business Mr. Cramer: I move the Commission approve the auction clerk license application for Bradley E. Knudson doing business as Knudson Auction & Clerking, Bottineau, North Dakota.

Mrs. Wefald: I second the motion.

Roll Call: All voting "Aye."

Mr. Clark: I move the Commission adopt the Order and issue a certificate of public convenience and necessity to Southwestern Bell Communications Services, Inc. to provide facilities based competitive local exchange telecommunication services in North Dakota, Case No. PU-04-83.

Mr. Cramer: I second the motion. Roll Call: All voting "Aye."

Mr. Clark: I move the Commission find the complaint states a prima facie case, and serve the complaint on Polar Telecom, Inc. and HTC Services, Inc.

Mr. Cramer: I second the motion.

Roll Call: All voting "Aye."

Mr. Clark: I move the Commission issue an order in Case No. GE-04-257 granting the request of Prosper Farmers Co-operative Elevator to discontinue business at Prosper, North Dakota, effective June 1, 2004.

Mrs. Wefald: I second the motion.

Roll Call: All voting "Aye."

Mr. Clark: I move the Commission issue an order in Case No. GE-04-258 granting the request of Chaffee-Lynchburg Farmers Elevator to discontinue business at Chaffee, Lynchburg, and Leonard, North Dakota, effective June 1, 2004.

Mr. Cramer: I second the motion.

Roll Call: All voting "Aye."

Mr. Clark: I move the Commission issue an order in Case No. GE-04-259 granting the request of AGP Grain, Ltd., Omaha, Nebraska, to discontinue business at Casselton, North Dakota, effective June 1, 2004.

Mrs. Wefald: I second the motion.

Case No. GE-04-260 Maple River Grain & Agronomy, LLC Grain Warehouse Application

Case No. PU-04-232 Otter Tail Corporation June 2004 Fuel Cost Adjustment

Case No. PU-04-243 Montana-Dakota Utilities Co., a Division of MDU June 2004 Fuel Cost Adjustment

Case No. PU-04-244 Northern States Power Company June 2004 Fuel Cost Adjustment

Case No. RC-758-03-516 Bellaire Corporation Bond Release No. 6, Permit NAIH-8306 Approval Mr. Clark: I move the Commission issue an order in Case No. GE-04-260 granting the request of Maple River Grain & Agronomy, LLC to operate a 1,125,000-bushel grain warehouse at Prosper, North Dakota, a 574,000-bushel grain warehouse at Casselton, North Dakota, a 358,000-bushel grain warehouse at Chaffee, North Dakota, a 700,000-bushel grain warehouse at Lynchburg, North Dakota, and a 1,072,000-bushel grain warehouse at Leonard, North Dakota, effective June 1, 2004.

Mr. Cramer: I second the motion. Roll Call: All voting "Aye."

Mrs. Wefald: I move the Commission approve Case No. PU-04-232, Otter Tail Corporation's Electric Fuel Cost Adjustment for June 2004.

Mr. Clark: I second the motion. Roll Call: All voting "Aye."

Mrs. Wefald: I move the Commission approve Montana-Dakota Utilities Co.'s fuel cost adjustment for June 2004, Case No. PU-04-243.

Mr. Clark: I second the motion. Roll Call: All voting "Aye."

Mrs. Wefald: I move the Commission approve Northern States Power Company's fuel cost adjustment for June 2004, Case No. PU-04-244.

Mr. Cramer: I second the motion. Roll Call: All voting "Aye."

Mrs. Wefald: I move the Commission approve Bond Release No. 6 to Surface Coal Mining Permit No. NAIH-8306, held by the Bellaire Corporation for the Indian Head Mine, to release all remaining reclamation liabilities on 457.78 acres of land located in portions of Sections 15, 21, and 22, T144N, R88W, Mercer County. The amount of the bond release is \$268,025 and it will become effective July 12, 2004, unless a formal hearing is requested.

Mr. Cramer: I second the motion.

Case No. RC-04-71 Falkirk Mining Company Revision No. 26, Permit NAFK-8705 Approval

Case No. RC-04-72 Falkirk Mining Company Renewal No. 3, Permit NAFK-8705 Approval

Case No. PU-04-251 Northern States Power Company June 2004 Cost of Gas Adjustment

ATTEST

Executive Secretary

Mrs. Wefald: I move the Commission approve Revision No. 26 to Surface Coal Mining Permit No. NAFK-8705, held by the Falkirk Mining Company, to identify the next five-year coal removal subarea and to update the legal and ownership information, surface water management plans, and the mining and reclamation plans for the next five-year permit term.

Mr. Cramer: I second the motion. Roll Call: All voting "Aye."

Mrs. Wefald: I move the Commission approve Renewal No. 3 to Surface Coal Mining Permit No. NAFK-8705, held by the Falkirk Mining Company, to extend the permit term for another five years, until July 6, 2009.

Mr. Cramer: I second the motion. Roll Call: All voting "Aye."

Mr. Cramer: I move the Commission approve Northern States Power Company's cost of gas adjustment for June 2004, Case No. PU-04-251.

Mr. Clark: I second the motion. Roll Call: All voting "Aye."

THE COMMISSION ADJOURNED AT 11:25 A.M.

TONY T. CLARK, PRESIDENT